

CALHOUN FIELD

00-786 and 00-787

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Sheraton Shreveport Hotel, 1419 East 70th Street, Broadmoor Meeting Room, Shreveport, Louisiana, at 9:00 a.m., on **THURSDAY, NOVEMBER 16, 2000**, upon the application of **KCS MEDALLION RESOURCES, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **Vaughn Sand of the Cotton Valley Formation, and Davis Sand, Reservoir A**, in the Calhoun Field, Ouachita Parish, Louisiana.

1. To permit KCS Medallion Resources, Inc. to drill, designate and utilize its Reddy No. 1 Well, as an alternate unit well for VGN SUB at the location shown on the plat submitted with the application, in exception to the spacing rules provided for in applicable orders.
2. To establish that the proposed alternate unit well is necessary to recover hydrocarbons underlying VGN SUB that cannot be produced from any other well located on this unit.
3. To authorize the unit allowable for VGN SUB to be recovered from the existing well on the unit, the proposed alternate unit well, or any combination thereof, at the discretion of the operator.
4. To authorize KCS Medallion Resources, Inc. to combine downhole production from the Vaughn Sand of the Cotton Valley Formation and the Davis Sand, Reservoir A, in any well or wells located on VGN SUB or DAVIS RA SUB.
5. To extend the existing field rules for the Vaughn Sand of the Cotton Valley Formation and the Davis Sand, Reservoir A, except to the extent inconsistent herewith.
6. To consider such other matters as may be pertinent.

The Vaughn Sand of the Cotton Valley Formation, in the Calhoun Field, Ouachita Parish, Louisiana, was initially defined in Office of Conservation Order No. 397-L, effective on and after February 1, 1961; and was redefined insofar as VGN SUB is concerned by Office of Conservation Order No. 397-L-10, effective on and after June 29, 1999.

The Davis Sand of the Cotton Valley Formation, in the Calhoun Field, Ouachita Parish, Louisiana, was initially defined in Office of Conservation Order No. 397-D, effective on and after May 1, 1959; and was redefined as the David Sand. Reservoir A. Cotton Valley Formation. in Office of Conservation Order

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All parties having interest therein shall take notice thereof.

BY ORDER OF:

**PHILIP N. ASPRODITES
COMMISSIONER OF CONSERVATION**

Baton Rouge, La
10/18/00;10/21/00
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**IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH
DISABILITIES ACT, PLEASE CONTACT DEPARTMENT OF NATURAL
RESOURCES, PERSONNEL SECTION AT P.O. BOX 94396, BATON ROUGE, LA
70804-9396 IN WRITING OR BY TELEPHONE (225) 342-2134 BETWEEN THE
HOURS OF 8:00 A.M. AND 4:30 P.M., MONDAY THRU FRIDAY WITHIN TEN (10)
WORKING DAYS OF THE HEARING DATE.**